

## **Exhibit B**

**GRAYSON O COMPANY**  
**HYPOTHETICAL LIQUIDATION ANALYSIS**

	<u>Gross</u>	<u>% Realizable</u>	<u>Amount Realizable</u>
Cash/Cash Equivalents	\$4,200	100%	\$4,200
Accounts Receivable	\$10,000	50%	\$5,000
Equipment	\$393,000	70%	\$275,100
Truck	\$54,000	70%	\$37,800
Intellectual Property (de minimis)	\$0	N/A	\$0
Causes of Action	\$0	N/A	\$0
<b>Total realizable assets</b>			<b>\$322,100</b>
Less: Secured portion of secured debt			<u>(\$32,433)<sup>1</sup></u>
<b>Net assets</b>			<b>\$289,667</b>
Less: Liquidation costs (statutory trustee commission, brokerage fees)			<u>(\$72,670)<sup>2</sup></u>
Less: Chapter 7 administrative fees			<u>(\$20,000)</u>
Less: Chapter 11 administrative claims			<u>(\$30,000)<sup>3</sup></u>
<b>Net available for distribution to priority unsecured creditors</b>			<b>\$166,997</b>
Less: Priority unsecured claims			<u>(\$47,996)</u>
<b>Net available for distribution to general unsecured creditors</b>			<b>\$119,001</b>
Less: General unsecured claims			<u>(\$1,583,117)<sup>4</sup></u>
<b>Net available for distribution after unsecured liabilities</b>			<b><u>\$0</u></b>
<hr/>			
Estimated Recovery to Unsecured Creditors in Chapter 7:			7.5%
Estimated Recovery to Unsecured Creditors Under Plan: <sup>5</sup>			12.0%

<sup>1</sup> Includes secured claim of FMC on vehicle; assumes Newtek blanket lien is satisfied in GRE Sale and no additional liens on Estate property.

<sup>2</sup> Includes statutory Chapter 7 trustee's commission and 15% commission on equipment sale.

<sup>3</sup> Includes unpaid administrative fees of Debtor's counsel and Subchapter V Trustee.

<sup>4</sup> Includes known General Unsecured Claims and estimated Unsecured Deficiency Claims.

<sup>5</sup> Pursuant to the Plan, the Estate does not incur Chapter 11 administrative claims, Chapter 7 administrative fees, or a statutory Chapter 7 trustee's commission.